

FISCAL NOTE FOR NON-CAPITAL PROJECTS

Department:	Contact Person/Phone:	CBO Analyst/Phone:
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Legislation Title:

AN ORDINANCE relating to the use of federal HOME Investment Partnerships Program funds, amending the 2010 and 2014 Consolidated Plan annual action plans to reallocate funds out of homebuyer activities into rental housing activities.

Summary of the Legislation:

This legislation amends the Consolidated Plan annual action plans for the years 2010 and 2014, moving a combined total of \$810,113 from homebuyer activities to rental housing preservation and development activities.

Background:

The use of HOME Investment Partnerships funds from the United States Department of Housing and Urban Development are governed by the Consolidated Plans and annual action plans submitted by the City. Any change in use of funds greater than \$50,000 is considered “substantial amendments” to the plans and must be formally approved by Council. Office of Housing originally budgeted HOME dollars for both homebuyer activities and rental housing preservation and development. The homebuyer activities provided qualifying low- and moderate-income families with down payment assistance to purchase their first homes. Due to recent changes in HOME program rules and the current housing market, these funds can no longer be used effectively for homebuyer activities. Office of Housing is therefore requesting the funds to be reprogrammed to affordable rental housing preservation and development activities, where they can be used quickly and effectively.

Please check one of the following:

X **This legislation does not have any financial implications.**

Appropriations:

Fund Name and Number	Department	Budget Control Level*	2014 Appropriation	2015 Anticipated Appropriation
TOTAL				

**See budget book to obtain the appropriate Budget Control Level for your department.*

Appropriations Notes:

Anticipated Revenue/Reimbursement Resulting from this Legislation:

Fund Name and Number	Department	Revenue Source	2014 Revenue	2015 Revenue
TOTAL				

Revenue/Reimbursement Notes:

Total Regular Positions Created, Modified, or Abrogated through this Legislation, Including FTE Impact:

Position Title and Department	Position # for Existing Positions	Fund Name & #	PT/FT	2014 Positions	2014 FTE	2015 Positions*	2015 FTE*
TOTAL							

** 2015 positions and FTE are total 2015 position changes resulting from this legislation, not incremental changes. Therefore, under 2015, please be sure to include any continuing positions from 2014.*

Position Notes:

Do positions sunset in the future?

(If yes, identify sunset date)

Spending/Cash Flow:

Fund Name & #	Department	Budget Control Level*	2014 Expenditures	2015 Anticipated Expenditures
TOTAL				

** See budget book to obtain the appropriate Budget Control Level for your department.*

Spending/Cash Flow Notes:

Other Implications:

- a) **Does the legislation have indirect financial implications, or long-term implications?**

No

- b) **What is the financial cost of not implementing the legislation?**

If HOME funds are not expended in a timely manner on qualifying activities, they are subject to recapture by US HUD and the City would lose access to those dollars.

- c) **Does this legislation affect any departments besides the originating department?**

Yes. HOME funds are administered by the Office of Housing and are a regular part of their budget. HSD is involved as the coordinator of the Consolidated Plans and the annual action plans that are submitted to US HUD.

- d) **What are the possible alternatives to the legislation that could achieve the same or similar objectives?**

None

- e) **Is a public hearing required for this legislation?**

Yes

- f) **Is publication of notice with *The Daily Journal of Commerce* and/or *The Seattle Times* required for this legislation?**

Yes

- g) **Does this legislation affect a piece of property?**

No

- h) **Other Issues:**

List attachments to the fiscal note below: